

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

September 17, 2013

Robert Steele Rock Creek Gypsum 1055 North 400 East Nephi, Utah 84648

Allen Young Young Kester and Petro 75 South 300 West Provo, Utah 84601

Subject:

Reclamation Surety Required, Triumph Mining Corporation, Gardner Canyon Gypsum

Mine Name, S/023/0015, Juab County, Utah

Dear Messrs. Steele and Young:

The referenced Notice of Intention to Commence Small Mining Operations (NOI), received by the Division of Oil, Gas and Mining on July 18, 2013, with supplemental information received August 21, 2013, is complete with the exception of the reclamation bonding requirement. The required reclamation surety is \$64,400.00. This was determined based on information in the following table.

## Small Mining Operation Over 5 Acres to 10 Acres

Description	Surety 5 year escalation to 2018	Total
Ten acres of disturbance	\$5600.00/acre	\$56,000.00
Mobilization, two pieces of equipment	\$4200.00 each	\$8400.00
Cumulative Amount for 10 acres	\$64,400.00 (5-year escalation)	\$64,400.00

Please submit the reclamation surety and reclamation contract within the next 30 days. No mining related disturbance may be created until the surety is received and approved and you have received written acceptance from this office as well as other applicable agencies.



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The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at 801-538-5291 or by e mail at <a href="mailto:pennyberry@utah.gov">pennyberry@utah.gov</a> for assistance in completing this requirement. The Division also needs to receive a reclamation contract. The form for this contract is available on the Division's web site at <a href="https://fs.ogm.utah.gov/pub/mines/minerals">https://fs.ogm.utah.gov/pub/mines/minerals</a> related/forms/MR-RC-SMO.pdf.

On a separate but related issue, the Division has yet to receive payment for the civil penalty associated with cessation order MC2009-42-01. The cessation order was issued in 2009 for failing to provide adequate reclamation surety. The penalty was reduced to \$1430.00 by Dana Dean, Associate Director, and it was due 30 days after issuance of the findings of the assessment conference. The findings (copy enclosed) were issued December 14, 2009, so the penalty was due January 13, 2010. Please remit payment as soon as possible. Failure to do so may result in the Division seeking approval from the Board of Oil, Gas and Mining to collect the penalty, including attorney fees, through court action.

Please contact Wayne Western at 801-538-5263 or me at 801-538-5261 if you have questions about this letter. In reply, <u>please refer to file number S/023/0015</u>. Thank you for your cooperation.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: whw: eb

cc: kboyer@fs.fed.us

Brent Sumsion, Geneva Rock Products

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